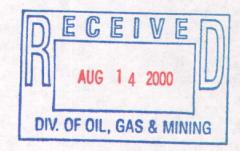


Michael O. Leavitt Governor David T. Terry Director 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax) http://www.trustlands.com 5/003/017



August 11, 2000

CERTIFIED MAIL NO. P 973 115 001

William Bown 842 West 400 N. West Bountiful, UT 84087

RE: ML 44911-BSLS; Reclamation of Mined Land Disturbances DOGM Permit # S/003/017

Dear Mr. Bown,

Trust lands mineral lease ML 44911-BSLS expires on August 31, 2000. The Trust Lands Administration requires that Lessee immediately perform reclamation of all mined land disturbances under the lease.

Reclamation must satisfy the requirements of DOGM mining permit S/003/017 as well as the requirements of the Trust Lands Administration. The Trust Lands Administration requires that Lessee perform the following described operations within the next thirty days.

- 1. Load all of the stone and debris spread out in the staging area at the base of the hill, below the quarry, and return said materials to the quarry.
- 2. Rip the surface of the staging area to loosen compacted soil.
- 3. Fill all pits remaining at the quarry and grade the entire quarry to match the contour of the hillside where it is located.
- 4. Reclaim the road extending between the staging area and the quarry by pushing berms back over the center and regrading the roadway to match the natural contour.

All of the disturbed areas must be re-seeded. Re-seeding must be performed in the Fall, 2000, using a heavy concentration of forbes and shrubs. You may contact the Division of Oil, Gas & Mining for a recommended seed mixture. Also, please contact DOGM for any other reclamation measures which may be required.

The Trust Lands Administration holds Surety Bond No. 900633228 to ensure Lessee's timely completion of the above required reclamation.

Please contact me if you have any questions in this matter.

Sincerely,

John T. Blake

Mineral Resources Specialist

cc: Lynn Kunzler